INSPECTION REPORT

Partial XXX Complete Exploration Inspection Date: 08/05/2003/ Time: 9:35-11:15 AM
Date of Last Inspection: 07/10/2003

Mine Name: SUFCO Mine	County: Sevier	<u>r_</u>	Permit Number: <u>C/04</u>	1/002		
Permittee and/or Operator's Name: Canyon Fuel Company, LLC.						
Business Address: 397 South 800 West, Salina, Utah 84564						
Company Official(s): Mr. Craig Hilton, Mgr. of Tech Services						
State Official(s): Peter Hess		Federal Offi	cial(s): None			
Weather Conditions: Sunny, clear/70's to 90's Fahrenheit						
Type of Mining Activity: Under	ground XXX	_SurfacePro	ep PlantOther			
Existing Acreage: Permitted 24	4632.95 Disturb	ped 27.364 F	Regraded Seeded	i i		
Status: Active			-			

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For <u>complete inspections</u> provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check N/A.
 - b. For <u>partial inspections</u> check only the elements evaluated.
- 2. Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Division Orders, and amendments.

		EVALUATED	N/A	COMMENTS	NOV/ENF
1.	PERMITS, CHANGE, TRANSFER, RENEWAL, SALE	[]	[]	[]	[]
2.	SIGNS AND MARKERS	<u>[X]</u>	$\overline{\Box}$	$\overline{\Box}$	口
3.	TOPSOIL	[X]	Ξ		ΞĪ
4.	HYDROLOGIC BALANCE:				
a.	DIVERSIONS	[X]	\Box	[X]	\Box
b.	SEDIMENT PONDS AND IMPOUNDMENTS	[X]	Ĺĺ	[X]	Ĺĺ
c.	OTHER SEDIMENT CONTROL MEASURES	Ĺĺ	Ĺĺ	ĹĬ	Ĺĺ
d.	WATER MONITORING	\Box	\Box	\Box	\Box
e.	EFFLUENT LIMITATIONS	\Box	\Box	\Box	\Box
5.	EXPLOSIVES	[X]		\Box	ĹÌ
6.	DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES		[X]	\Box	\Box
7.	COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS	[X]		[X]	\Box
8.	NONCOAL WASTE	[X]			
9.	PROTECTION OF FISH, WILDLIFE AND RELATED				
	ENVIRONMENTAL ISSUES	[X]		[X]	
10.	SLIDES AND OTHER DAMAGE		[X]		
11.	CONTEMPORANEOUS RECLAMATION		[X]	\Box	\Box
12.	BACKFILLING AND GRADING		[X] [X] [X]		
13.	REVEGETATION				
14.	SUBSIDENCE CONTROL			\Box	\Box
15.	CESSATION OF OPERATIONS				
16.	ROADS:				
a.	CONSTRUCTION/MAINTENANCE/SURFACING			\Box	\Box
b.	DRAINAGE CONTROLS			\Box	\Box
17.	OTHER TRANSPORTATION FACILITIES				
18.	SUPPORT FACILITIES/UTILITY INSTALLATIONS	[X]	\Box	[X]	\Box
19.	AVS CHECK (4 th Quarter- April, May, June)			\Box	
20.	AIR QUALITY PERMIT	[X]		[X]	\Box
21.	BONDING & INSURANCE	[]	[]	[]	[]

INSPECTION REPORT

(Continuation Sheet)

PERMI	T NUMBER: <u>C/041/002</u>	DATE OF INSPECTION: 08/05/2003				
	(COMMENTS ARE NUMBERED TO CORRESPOND WIT	H TOPICS LISTED ABOVE)				
4A.	HYDROLOGIC BALANCE: DIVERSIONS					
	All diversions that were inspected appeared to be capable of	functioning as designed.				
4B.	HYDROLOGIC BALANCE: SEDIMENT PONDS AND	TOROLOGIC BALANCE: SEDIMENT PONDS AND IMPOUNDMENTS				
	The waste rock pond contained a large volume of sediment-laws well below the discharge elevation of the primary spillw					
7.	COAL MINE WASTE/REFUSE PILES/IMPOUNDMEN	VTS				
	As observed this day, it was evident that the waste rock site is event, probably as recent as the night before. The toe of the water volume reporting to it. The diversions that are in place	refuse material was severely cut by the				
9.	PROTECTION OF FISH, WILDLIFE, AND RELATED	ENVIRONMENTAL VALUES				
	Several musk thistle plants were observed in the vicinity of the permittee was instructed to bag the seed heads and dig out the for additional plant germination.					
18.	SUPPORT FACILITIES/UTILITY INSTALLATIONS					
	Mr. Hilton indicated that the permittee is evaluating a new tip surface facilities area. The proposed location for the new debins are currently located.					
20.	AIR QUALITY PERMIT					
	The permittee's reciprocating water sprinkler system was in fugitive dust dispersal in the paved truck loading area of the					
Inspect	tor's Signature:Peter Hess #46	Date: <u>August 11, 2003</u>				

cc: James Fulton, OSM
Ken May, Canyon Fuel, via email
Mike Davis, Canyon Fuel, via email
Price Field office
O:\041002.CON\Compliance\2003\P_0805.doc

Note:

This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas & Mining.